





At a more basic level, there are as yet insufficient incentives to drive fundamental behaviour change, and solutions for this will be crucial.



As a start, a more substantive uptake of the recommendations of the Task Force on Climate-related Financial Disclosures (TCFD) is essential. This will help companies embed a broadly accepted framework for reporting on the financial risks associated with climate change into their governance and risk management frameworks, as well as in communications with stakeholders.

And it is good to see that a number of jurisdictions have committed to align their disclosure requirements with the TCFD. We have now done so in Hong Kong, joining New Zealand, the UK and others.

*IFRS Foundation proposal*

But in this vital area of real-economy corporate disclosure, I also want to highlight the very important IFRS<sup>2</sup> Foundation proposal to establish a new, global sustainability standard-setting board alongside its existing International Accounting Standards Board.





The combined economies of the EU and China add up to US\$30 trillion, which is about one-